

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1006 - Funding Summary**

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
State Tax Commissioner			
Salaries and wages	\$13,427,930	\$13,357,991	(\$69,939)
Operating expenses	4,663,329	4,613,329	(50,000)
Capital assets	25,000	25,000	
Homestead tax credit	7,000,000	4,000,000	(3,000,000)
Integrated tax processing system		14,000,000	14,000,000
Total all funds	<u>\$25,116,259</u>	<u>\$35,996,320</u>	<u>\$10,880,061</u>
Less estimated income	<u>120,000</u>	<u>14,120,000</u>	<u>14,000,000</u>
General fund	<u>\$24,996,259</u>	<u>\$21,876,320</u>	<u>(\$3,119,939)</u>
FTE	133.00	133.00	0.00
Bill Total			
Total all funds	\$25,116,259	\$35,996,320	\$10,880,061
Less estimated income	120,000	14,120,000	14,000,000
General fund	<u>\$24,996,259</u>	<u>\$21,876,320</u>	<u>(\$3,119,939)</u>
FTE	133.00	133.00	0.00

House Bill No. 1006 - State Tax Commissioner - House Action

	Executive Budget	House Changes	House Version
Salaries and wages	\$13,427,930	(\$53,341)	\$13,374,589
Operating expenses	4,663,329	(50,000)	4,613,329
Capital assets	25,000		25,000
Homestead tax credit	7,000,000	(3,000,000)	4,000,000
Integrated tax processing system		14,000,000	14,000,000
Total all funds	<u>\$25,116,259</u>	<u>\$10,896,659</u>	<u>\$36,012,918</u>
Less estimated income	<u>120,000</u>	<u>14,000,000</u>	<u>14,120,000</u>
General fund	<u>\$24,996,259</u>	<u>(\$3,103,341)</u>	<u>\$21,892,918</u>
FTE	133.00	0.00	133.00

Department No. 127 - State Tax Commissioner - Detail of House Changes

	Decreases Funding for Operations¹	Reduces Compensation Package to 3/4 (\$53,341)	Decreases Funding for the Homestead Tax Credit²	Provides Funding for Integrated Tax Processing System	Total House Changes
Salaries and wages		(\$53,341)			(\$53,341)
Operating expenses	(50,000)				(50,000)
Capital assets					
Homestead tax credit			(3,000,000)		(3,000,000)
Integrated tax processing system				14,000,000	14,000,000
Total all funds	<u>(\$50,000)</u>	<u>(\$53,341)</u>	<u>(\$3,000,000)</u>	<u>\$14,000,000</u>	<u>\$10,896,659</u>
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>	<u>14,000,000</u>	<u>14,000,000</u>
General fund	<u>(\$50,000)</u>	<u>(\$53,341)</u>	<u>(\$3,000,000)</u>	<u>\$0</u>	<u>(\$3,103,341)</u>
FTE	0.00	0.00	0.00	0.00	0.00

¹ This amendment decreases funding for operations.

² This amendment decreases funding for the homestead tax credit from \$7 million to \$4 million, the 2003-05 level.

This amendment authorizes the Tax Commissioner to purchase, finance the purchase, and lease equipment, software, and services to establish an integrated tax processing system. The principal amount of any financing agreement entered into may not exceed \$14 million and the proceeds are appropriated.

House Bill No. 1006 - State Tax Commissioner - Senate Action

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$13,427,930	\$13,374,589	(\$16,598)	\$13,357,991
Operating expenses	4,663,329	4,613,329		4,613,329
Capital assets	25,000	25,000		25,000
Homestead tax credit	7,000,000	4,000,000		4,000,000
Integrated tax processing system		14,000,000		14,000,000
Total all funds	\$25,116,259	\$36,012,918	(\$16,598)	\$35,996,320
Less estimated income	120,000	14,120,000	0	14,120,000
General fund	\$24,996,259	\$21,892,918	(\$16,598)	\$21,876,320
FTE	133.00	133.00	0.00	133.00

Department No. 127 - State Tax Commissioner - Detail of Senate Changes

	Reduces Recommended Funding for Health Insurance¹	Total Senate Changes
Salaries and wages	(\$16,598)	(\$16,598)
Operating expenses		
Capital assets		
Homestead tax credit		
Integrated tax processing system		
Total all funds	(\$16,598)	(\$16,598)
Less estimated income	0	0
General fund	(\$16,598)	(\$16,598)
FTE	0.00	0.00

¹ This amendment reduces funding for state employee health insurance premiums from \$559.15 to \$553.95 per month.

House Bill No. 1006 - State Tax Commissioner - House Action

The House concurred with the Senate.